

TRANSACTION REPORT

P. 01

MAR-31-97 MON 11:09 AM

SEND (M)

DATE	START	RECEIVER	TX TIME	PAGES	TYPE	NOTE	M#	DP
MAR-31	11:05 AM	13037219298	4' 08"	8	SEND	(M) OK	171	
TOTAL			4M	8S	PAGES:	8		



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt
Governor

Ted Stewart
Executive Director

James W. Carter
Division Director

1594 West North Temple, Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
801-538-5340
801-369-3940 (Fax)
801-538-7223 (TDD)

FACSIMILE COVER SHEET

DATE: March 31, 1997NUMBER OF PAGES INCLUDING THIS COVER SHEET: 8

TO:

Pat GochnowGochnow & Assoc.FAX NUMBER: 1-303-721-9298

FROM:

Tony GallegosMinerals Reclamation and Development Program



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt
Governor
Ted Stewart
Executive Director
James W. Carter
Division Director

1594 West North Temple, Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
801-538-5340
801-359-3940 (Fax)
801-538-7223 (TDD)

FACSIMILE COVER SHEET

DATE: March 31, 1997

NUMBER OF PAGES INCLUDING THIS COVER SHEET: 8

TO: Pat Gochmour
Gochmour & Assoc.

FAX NUMBER: 1-303-721-9298

FROM: Tony Gallegas

Minerals Reclamation and Development Program

PHONE: (801) 538-5291

FAX: (801) 359-3940

SUBJECT: "Order" Lisbon Valley Copper Mine M/037/088

REMARKS:

Should you encounter any problems with this copy, or do not receive all the pages, please call

Important: This message is intended for the use of the individual or entity to which it is addressed and may contain information that is privileged, confidential and exempt from disclosure under applicable law. If the reader of this message is not the intended recipient, you are hereby notified that any dissemination, distribution, or copying of this communication is strictly prohibited. If you have received this

BEFORE THE
BOARD OF OIL, GAS & MINING
DEPARTMENT OF NATURAL RESOURCES
STATE OF UTAH

IN THE MATTER OF THE FORM AND AMOUNT OF THE SURETY FOR THE LISBON VALLEY COPPER PROJECT IN SAN JUAN COUNTY, UTAH OPERATED BY SUMMO USA CORPORATION	FINDINGS OF FACT, CONCLUSIONS OF LAW AND ORDER APPROVING FORM AND AMOUNT OF THE SURETY Cause No. M/037/088 (Matter Heard by the Board 1/22/97 as Agenda Item No. 1)
-------------------------------------------------------------------------------------------------------------------------------------------------------------------	--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------

Pursuant to notice, the above matter came on for hearing before the Board of Oil, Gas & Mining (the "Board") at its regularly scheduled hearing held in Salt Lake City, Utah on January 22, 1997. Members of the Board present at the hearing included Chairperson Dave D. Lauriski and members Jay L. Christensen, Thomas B. Faddies, Judy F. Lever, Raymond Murray and Kent G. Stringham. Board member Elise L. Erler was present, but she recused herself and took no part in hearing or deciding this matter. A consultant, Lee "Pat" Gochnour, a principal in the firm of Gochnour & Associates, P.O. Box 3207, Englewood, CO 80155 testified as a witness for Summo USA Corporation (the "Operator"). Utah Division of Oil,

Gas & Mining ("Division") Permit Supervisor D. Wayne Hedberg and Division Senior Reclamation Specialist Anthony A. Gallegos testified as witnesses for the Division. Assistant Attorney General Patrick J. O'Hara acted as counsel to the Board.

Having duly considered the form and amount of the proposed surety, and all of the information provided to the Board at the hearing, the Board rules as follows:

FINDINGS OF FACT

1. The Utah Division of Oil, Gas and Mining (the "Division"), by and through staff members Mary Ann Wright, D. Wayne Hedberg and Anthony A. Gallegos, recommended that the Board approve a reclamation surety for the Operator's mine, in the form of a \$2,591,054 corporate surety bond issued by Robert C. Bates, Inc. of Tulsa, OK, for the reasons set forth in detail in that certain letter dated January 7, 1997 to the Board from the Division, and the supplemental attachments thereto, including those attachments which were distributed to the Board members at the hearing, which documents are attached hereto collectively as Exhibit A (the "Recommendation").

2. As set forth in the Recommendation, in consultation with the Operator, the Division had, prior to the hearing, determined that the cost to reclaim

CERTIFICATE OF SERVICE

I hereby certify that, on the 18 day of March, 1997, I mailed, postage prepaid, a true and correct copy of the foregoing FINDINGS OF FACT, CONCLUSIONS OF LAW AND ORDER APPROVING FORM AND AMOUNT OF THE SURETY to the following:

Summo USA Corporation
Attn: President
Denver Center Building, Suite 900
1776 Lincoln Street
Denver, CO 80203

I further certify that I caused copies of same to be hand-delivered on said date to:

Mr. James W. Carter
Director
Division of Oil, Gas & Mining
Department of Natural Resources, State of Utah
1594 West North Temple, Suite 1210
Box 145801
Salt Lake City, UT 84114-5801

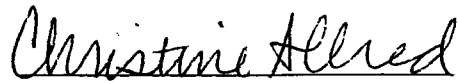
Mr. D. Wayne Hedberg
Permit Supervisor
Division of Oil, Gas & Mining
Department of Natural Resources, State of Utah
1594 West North Temple, Suite 1210
Box 145801
Salt Lake City, UT 84114-5801

Mr. Lowell P. Braxton
Deputy Director
Division of Oil, Gas & Mining
Department of Natural Resources, State of Utah
1594 West North Temple, Suite 1210
Box 145801
Salt Lake City, UT 84114-5801

Mr. Anthony A. Gallegos
Senior Reclamation Specialist
Division of Oil, Gas & Mining
Department of Natural Resources, State of Utah
1594 West North Temple, Suite 1210
Box 145801
Salt Lake City, UT 84114-5801

Ms. Mary Ann Wright
Associate Director-Mining
Division of Oil, Gas & Mining
Department of Natural Resources, State of Utah
1594 West North Temple, Suite 1210
Box 145801
Salt Lake City, UT 84114-5801

Patrick J. O'Hara, Esq.
Assistant Attorney General
Office of the Attorney General, State of Utah
1594 West North Temple, Suite 300
Box 140855
Salt Lake City, UT 84114-0855


Christine Allred
Secretary to the Board